November 29, 2007

TO: File

From: Lynn Kunzler, Senior Reclamation Specialist

RE: Reduced Bonding amount, Walls & Rocks, Inc. S/039/0024

Walls &Rocks has proposed a small mining operation to collect surface rock (building stone) to be used for landscaping. The proposed operation removes rock from the surface to a depth of 2-3 feet. Minimal regrading is required after the rock is extracted. Regraded areas would be seeded.

Applying the Division's third-party costs to regrading and seeding (with a 5-year escalation), the calculated amount to reclaim this area would be \$983.00/acre (\$1,000) plus the \$2,000 for equipment mobilization. The operator has proposed a \$7,000 bond for this 5-acre site. His proposal is approximately what the Division would have calculated for this project.

It is proposed that the Division accept the proposed \$7,000 surety for this project.

O:\M039-Sanpete\S0390024-FreedomFromWar\bond\memo-bond amount-10292007.doc